

**IN THE UNITED STATES DISTRICT COURT
FOR THE NORHTERN DISTRICT OF ILLINOIS
EASTERN DIVISION**

BOARD OF TRUSTEES OF THE LOCAL)		
UNION NO. 422 U.A. OF JOLIET,)	
ILLINOIS PENSION FUND AND)	
BOARD OF TRUSTEES OF THE LOCAL)	
UNION NO. 422 U.A. OF JOLIET,)	No. 07 C 6874
ILLINOIS WELFARE FUND,)	
)	Judge Lefkow
Plaintiffs,)	
)	Magistrate Judge Cole
v.)	
)	
RNR Leasing, Inc., R and R Leasing, Inc.,)	
and Royanne Reddy, Individually,)	
)	
Defendants.)	

AFFIDAVIT OF OLGA KANE
(RNR Leasing, Inc., R and R Leasing, Inc., and Royanne Reddy, Individually)

STATE OF ILLINOIS)
) ss
COUNTY COOK)

I Olga Kane, being first duly sworn on oath, depose and state as follows:

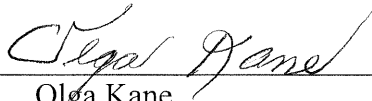
1. I am employed at the law firm of Arnold and Kadjan.
2. One of my duties is to monitor all contractors paying delinquent fringe benefits on Installment Note programs.
3. This process includes receiving and accounting for all note payments thereon and computing a running tally of remaining balances for each contractor.
4. A copy of the Installment Note that RNR Leasing, Inc., R and R Leasing, Inc., and Royanne Reddy, Individually have been making payments pursuant to is attached hereto as Exhibit 1.
5. The Installment Note is currently in default because the payments of December 1, 2007 through February 1, 2008 were not made.

EXHIBIT A

6. The amount due for Plumbers Local 422 Note is \$6,847.87. Failure to pay accelerates the full amount due.

7. Affiant is currently not suffering from any infirmities and is competent to testify to the facts set forth herein.

FURTHER AFFIANT SAYETH NOT.

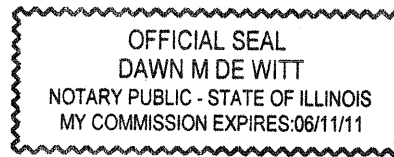


Olga Kane

SUBSCRIBED AND SWORN TO
before me this 14th day of
February, 2008



NOTARY PUBLIC



RNR Leasing, Inc.
 340 Main
 Marseille, IL 61341
 815-252-6870
 Royanne Reddy

5143-69

Plumbers 422

DDS

Owe: Principal \$7,460.50 Interest \$756.94 Total Due \$8,217.44

For: resolution of NSF check payment for fringe benefit contributions plus interest on same

\$8,217.44

DUE DATE	AMT. DUE	DATE REC.	AMT REC'D	CHECK #	BALANCE
11/1/2007	\$1,369.57	12/20/2007	1,369.57	3702	\$6,847.87
12/1/2007	\$1,369.57				6,847.87
1/1/2008	\$1,369.57				6,847.87
2/1/2008	\$1,369.57				6,847.87
3/1/2008	\$1,369.57				6,847.87
4/1/2008	\$1,369.57				6,847.87

INSTALLMENT NOTE\$8,217.44October 22, 2007

For Value Received, the undersigned promises to pay to the order of _____
PLUMBERS & PIPEFITTERS LOCAL 422 FRINGE BENEFIT FUNDS the principal sum of
SEVEN THOUSAND FOUR HUNDRED SIXTY and 50/100 (\$7,460.50) Dollars

Payable in installments as follows:

ONE THOUSAND THREE SIXTY NINE and 57/100 (\$1,369.57) Dollars

on the 1ST day of NOVEMBER 2007

ONE THOUSAND THREE SIXTY NINE and 57/100 (\$1,369.57) Dollars

on the 1ST day of each month beginning on the 1ST day of DECEMBER 2007

for 3 month(s) succeeding, and a final payment of

ONE THOUSAND THREE SIXTY NINE and 57/100 (\$1,369.57) Dollars

on the 1ST day of APRIL 2008 with interest on the balance of principal remaining from time to time unpaid at the rate of 10% per cent per annum, payable on the due dates for installments of principal as aforesaid.

All payments on account of the indebtedness represented by this Note shall be applied first to accrued and unpaid interest and the remainder to principal. Any installments of principal not paid when due shall bear interest after maturity at the rate of 18 per cent per annum. Payments of both principal and interest shall be made at ARNOLD AND KADJAN, 19 WEST JACKSON BOULEVARD, CHICAGO, IL 60604-3958 or such other place as the legal holder hereof may from time to time in writing appoint.

The payment of this Note is secured by a Security Agreement in the nature of a chattel mortgage, bearing even date herewith, from the undersigned to _____
 on personal property _____

in the County of _____, Illinois. The undersigned's residence (chief place of business) is at _____, Illinois.

At the election of the payee or legal holder hereof and without notice, the principal sum remaining unpaid hereon, together with accrued interest thereon, shall become at once due and payable at the place of payment aforesaid in case of default in the payment, when due, of any installment of principal or interest, or any portion thereof, in accordance with the terms hereof or in case of default as defined in said Security Agreement. In the event of default, the payee or legal holder hereof shall be entitled to reasonable costs of collection, including reasonable attorney's fees.

The undersigned hereby authorizes, irrevocably, any attorney of any court of record to appear for the undersigned in such court, in term time or vacation, at any time after default in the payment of any installment of the principal hereof, and confess judgment without process in favor of the payee or holder of this Note for such amount as may appear to be unpaid thereon, together with reasonable costs of collection including reasonable attorney's fees, and to waive and release all errors which may intervene in any such proceedings, and consent to immediate execution upon such judgment, hereby ratifying and confirming all that said attorney may do by virtue hereof.

If this Note is signed by more than one person or entity, the obligations and authorizations hereunder shall be joint and several.

All parties hereto severally waive presentment for payment, notice of dishonor and protest.

RESOLUTION OF NSF CHECK PAYMENT FOR FRINGE BENEFIT CONTRIBUTIONS PLUS INTEREST ON SAME

 ROYANNE REDDY, INDIVIDUALLY

Royanne Reddy President
 RNR LEASING, INC.
 340 MAIN
 MARSEILLE, IL 61341
 PHONE (815) 252-6870
 FAX (815) 795-6812

The maker of this Note acknowledges the above indebtedness represents fringe benefit contributions and other costs and charges due and owing pursuant to applicable provisions of the Employee Retirement Income and Security Act, 29 U.S.C. 1145.

CAUTION: Consult a lawyer before using or acting under this form. *All warranties, including merchantability and fitness, are excluded.*